

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service
Commission held at its office in
Jefferson City on the 14th day
of September, 2016.

In the Matter of Kansas City Power & Light)	
Company for Authority to Implement Rate)	
Adjustments Required by 4 CSR 240-20.090(4))	<u>File No. ER-2017-0033</u>
And the Company's Approved Fuel and Purchased)	Tracking No. JE-2017-0022
Power Cost Recovery Mechanism)	

**ORDER APPROVING TARIFF TO CHANGE
FUEL ADJUSTMENT CLAUSE RATES**

Issue Date: September 14, 2016

Effective Date: October 1, 2016

On August 1, 2016, Kansas City Power & Light Company (KCP&L) filed a tariff sheet adjusting the charges under its Fuel Adjustment Clause (FAC). The submitted tariff sheet bears an effective date of October 1, 2016. Along with the tariff sheet, KCP&L also submitted supporting documentation and the direct testimony of witness Lisa A. Starkebaum.

According to the filings, as verified by the Staff of the Missouri Public Service Commission (Staff), FAC net includable costs for KCP&L's second accumulation period ending June 30, 2016, have increased by approximately \$19.4 million above the base costs included in rates. In accordance with KCP&L's FAC, the proposed tariff sheet is designed to recover from customers 95 percent of those net cost increases. The requested increase will result in an increase to a typical residential customer's bill of approximately \$1.83 per month based on an average usage of 837 kWh per month.

The Commission issued notice of KCP&L's FAC filing, directed Staff to file a recommendation, and set an intervention deadline. Consistent with Commission Rule 4 CSR 240-3.161(10), the parties to KCP&L's rate case in which the FAC was originally approved, Case No. ER-2014-0370, were made parties to this case without filing an application to intervene. No other intervention requests were received and no party objected to the tariff sheets.

On September 1, 2016, Staff filed a recommendation to approve KCP&L's FAC tariff sheet adjustments. Staff verified that the actual fuel, net emission, purchased power, and transmission costs, less off-system sales revenues and renewable energy credit revenues, matched those in KCP&L's proposed tariff revision. Staff also reviewed KCP&L's monthly interest rates for the accumulation period and verified that the monthly interest rates and calculations of interest amounts are correct.

Based on the direct testimony of Lisa A. Starkebaum and the recommendation of Staff, the Commission will approve KCP&L's proposed rate schedule. Since there are no objections to the proposed rate schedules and Commission Rule 4 CSR 240-20.090(4) requires the Commission to approve or reject KCP&L's tariff within sixty days of the filing, the Commission will allow this order to go into effect in less than thirty days.

THE COMMISSION ORDERS THAT:

1. Kansas City Power & Light Company's tariff sheet, assigned Tracking No. JE-2017-0022, is approved to go into effect on October 1, 2016. The specific tariff sheet approved is the following:

PSC MO. No. 7

2nd Revised Sheet No. 50.10, Canceling 1st Revised Sheet No. 50.10

2. This order shall be effective on October 1, 2016.
3. This file shall be closed on October 2, 2016.



BY THE COMMISSION

A handwritten signature in dark ink that reads "Morris L. Woodruff". The signature is fluid and cursive.

Morris L. Woodruff
Secretary

Stoll, Kenney, Rupp, and
Coleman, CC., concur.
Hall, Chm., absent.

Dippell, Regulatory Law Judge